



Maura Healey, Governor
Kimberley Driscoll, Lieutenant Governor
Monica Tibbitts-Nutt, Secretary & CEO
Phillip Eng, General Manager & CEO



MASSACHUSETTS BAY TRANSPORTATION AUTHORITY MEETING OF THE AUDIT AND FINANCE SUBCOMMITTEE

May 15, 2025 at 9:00 a.m.

**10 Park Plaza, 2nd Floor Board Room, Suite 2890
Boston, MA 02116**

This meeting was broadcast virtually.

**BOARD MEMBER
PARTICIPATING IN-
PERSON:**

Director Thomas McGee

**BOARD MEMBER
PARTICIPATING
REMOTELY:**

Chair Eric Goodwine

**PRESENTERS
PARTICIPATING:**

Deputy Chief of Capital Strategy Mike Malia, Chief
of Policy and Strategic Planning Lynsey
Heffernan, Controller Joe Pagliuca, Deputy Chief
Financial Officer Susan Woods

OTHERS PRESENT:

Acting Chief Counsel John Martin, Counsel-
Corporate Governance Noah Potash

Call to Order by the Chair

Chair Goodwine called the meeting of the Massachusetts Bay
Transportation Authority ("MBTA") Audit and Finance Subcommittee to order at
9:02 a.m. Noah Potash called the roll of the Members participating, being a
quorum of the MBTA's Audit & Finance Subcommittee:

**Chair Goodwine
Director McGee**

**Present
Present**

Chair Goodwine began with the approval of the minutes of the April 17,
2025 meeting.

On motion duly made and seconded, it was by roll call:

VOTED: to approve the minutes of the April 17, 2025 meeting of the Audit & Finance Subcommittee.

Chair Goodwine	Yes
Director McGee	Yes

For Agenda Item 1, Deputy Chief of Capital Strategy Mike Malia presented the FY26-30 Capital Investment Plan (“CIP”). Mr. Malia reviewed the CIP timeline and discussed how the CIP aligns investments with the MBTA’s objectives. He summarized \$9.8 billion in planned spending over the next five years, including \$1.1 billion in new spending, then discussed spending by mode, including \$1.1 billion in bus investments. Turning to public comments, Mr. Malia reviewed highlights of the 113 unique comments received, including support for bus improvements, commuter rail electrification, and rapid transit frequency and reliability. He urged members of the public with expansion requests to reach out to the Program for Mass Transportation (“PMT”). At Director McGee’s request, Mr. Malia explained that the PMT is a longer-term plan for all transportation planning in Massachusetts. He then discussed how investments in the CIP align with currently unfunded goals, and discussed public support for communication about funding needs, accessibility improvements, and other priorities. Mr. Malia said that the CIP had been updated to include MPO federal funding and other federal grants and transfers, as well as new projects and budget changes. He reviewed new sources of federal funding, primarily funding for decarbonization of the Fairmount line. He concluded the presentation with a discussion of capital strategy.

Director McGee and Mr. Malia discussed how public comments on behalf of groups were counted in the summary of public comment. Director McGee discussed the importance of the Track Improvement Program investments and work to maximize funds. He noted the public support for continued communication on funding needs and discussed the agency's work to move priorities forward.

For Item 2, Controller Joe Pagliuca began by presenting the FY25 Q3 Operating Budget Results, stating that revenues were 34 million above budget, driven by fare revenue and transfers to the capital budget. He provided details on fare revenue outperforming expectations. He said that spending was also favorable to budget based on wages & benefits and the use of internal resources driving down materials and services costs, although debt service was above budget. Deputy Chief Financial Officer Susan Woods presented the Capital Budget results, stating that capital spend was at \$1.6 billion to date, projected to finish the year at \$2.3 billion, driven by the Track Improvement Program allowing for delivery of more investments. She reviewed investments by funding source, primarily federal and bond-based, then discussed expenses, which saw an increase in construction and professional services. Ms. Woods concluded with investment highlights, including bi-level commuter rail coaches, Red and Orange Line vehicles, Green Line Type 10 vehicles, and the hybrid bus overhaul.

With no further items on the agenda, Chair Goodwine asked for a motion to adjourn.

On a motion duly made and seconded, it was by roll call:

VOTED: to adjourn at 9:40 a.m.

Chair Goodwine	Yes
Director McGee	Yes

Documents relied upon for this meeting:

- May 15, 2025 Audit and Finance Subcommittee Agenda
- Minutes of the April 17, 2025 Audit & Finance subcommittee meeting
- FY26-30 CIP_May Board Draft_Clean for A+F Subcommittee as of 2025-05-12
- A+F_Quarterly Results to board Q3 V4